

Chart 2

Intergovernmental Transfer Financing

IGT from Physician Group Example

Statutory Match Rate is 50/50

Claimed Supplemental Payment E	\$600
CMS pays	\$300
Physician Group IGT's	\$300
State provides	\$0
State payment to provider	\$500
State retains	\$100 (1/3 of Federal Share)
Net to CMS	(\$300)
Net to State	\$100
Net to Provider	\$200

Effective Match Rate is 100%

